State of Montana Board of Oil and Gas Conservation

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MONTANA BOARD OF OIL & GAS CONSERVATION • BILLINGS

Underground Injection Control
Application

Kittleson JR #5-2 SWD 25N-59E

HYDRA MT LLC

9821 Katy Freeway – Ste. 460, Houston, TX 77024 (713) 360-7705, fax (713) 360-7712

Underground Injection Control (UIC) Permit Application CATTAILS Field

The following is submitted in support of our application to permit the drilling and completion of the Kittleson Jr. #5-2 SWD well for the purposes of water injection into the Dakota Group and related rocks within the proposed Cattails Field, as required by Rule 36.22.1403 of the Rules and Regulations of the Montana Board of Oil & Gas Conservation.

1(a) Well Locations:

The Kittleson Jr. #5-2 well has been proposed for drilling and completion of a water injection within the proposed Cattails Field in Richland County, Montana as described below. Appendix I, depicts the surface location and a circle of a quarter 1/4-mile radius representing the area of review (AOR) for this well.

Kittleson Jr. #5-2 SWD 780' FNL, 2166' FEL Lot 2 Sec. 5-T25N-R59E NOV - 7 2618

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1(b) Wells Located within the 1/4-mile Area of Review (AOR):

There is currently one well within the 1/4-mile AOR. The Kittleson 3-5 SWD (2508321777), is located within ¼-mile AOR. The Kittleson 3-5 SWD was drilled to 9,100' MD and is currently plugged back to 5,920' injecting into the Dakota Sands.

1(c) Location of All Pipelines:

The Kittleson Jr. #5-2 SWD surface facilities will be constructed on the adjacent Kittleson 3-5 SWD CTB location in Section 5-T25N-R59E. The SWD injection pump located at the Kittleson 3-5 SWD CTB will be connected to the Kittleson Jr. #5-2 SWD wellbore with an underground flowline, as illustrated in Appendix II.

Injection fluids will come from two primary sources, the Fletch 5-8 #2-5H CTB and the Eagle 4-9-2H, Elroy 32-31 1H, & Fletch 5-8 1H CTB. An underground pipe from the Fletch CTB pad will deliver fluid to the Kittleson SWD CTB, as depicted in Appendix II. Injection waters will primarily consist of Bakken/Three Forks produced water with potential of a mixture of Ratcliffe, Mission Canyon, and Red River produced water.

1(d) Area Producing Formations, Fresh Water Aquifers and Water Well Information:

The Ratcliffe, Mission Canyon, Bakken and Red River are formations that are producing or have been productive within T25N R59E in Richland County, MT. The Ratcliffe and Mission Canyon produce between 8,922-9100'. The Middle Bakken produces between 10,430-1480'.

Fresh water well data was obtained from the Montana Department of Natural Resources and Conservation, Water Resources, Division. There is one fresh water well which produces within the $\frac{1}{4}$ -Mile AOR of the proposed injector.

 Location
 S-T-R
 Well ID#
 Well Depth

 NWSW
 5-T25N-R59E
 121106
 145'

Any potential USWDs are protected from the proposed injection zone by surface casing to set at 1,900' cemented to the surface. The production string, tubing and an injection packer will result in further isolation of fresh USWDs from injected fluids.

1(e) Name and Geological Description of Injection Zone:

The Cretaceous-aged Dakota Group consists of alternating sandstone, siltstone and shale sequences. It is encountered at a measured depth between 5,028' and 5,870' in the subject well. Individual sandstone layers are up to 30' thick and typically described as friable, fine-to-medium grained and moderately-to-poorly sorted. Appendix III, illustrates a representative log of the injection interval in the region of this wellbore.

1(f) Additional Information on Producing Wells within the AOR:

The Kittleson 3-5 SWD is an active injection well within the AOR. The well has adequate cement height and lithology for injection.

1(g) Open Hole Logs:

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This Kittleson Jr. #5-2 SWD will be a new drill SWD. The logging program will consist of a CBL/CCL/GR log ran from TD to Surface during the completion of the well. AND LOGS AND LOSS ON SERVATION • BILLINGS data run on the Kittleson Jr. #5-2 SWD will be supplied to MBOGC.

1(h) Description of Wellbore Construction:

Appendix IV, attached to this document is the MBOGC's Form 2 requesting drilling and completing the subject well as an SWD. Appendix V, depicts the proposed wellbore configuration for the Kittleson Jr. #5-2 SWD. Perforations will be selected after logs will be run. Appendix VI, illustrates the plan for completion of the subject well. The Dakota Group perforations will be acidized with 12,000 gallons of 15% HCL using rock salt for diversion with a maximum allowable treating pressure of 5,000 PSIG at the wellhead during stimulation.

The 8-3/4" Intermediate section will be drilled to 5,370', just above the first sand encountered in the Inyan Kara, where 7" casing will be ran to TD and cemented into place. A 6" bit will drill out the 7" shoe to the final TD of the well at 5,870'. A 4-1/2" Liner will be run and set on a liner hanger setting a liner top approximately 60-80' above the 7" Casing Shoe. The final well completion will consist of a 4-1/2" 11.6# J-55 LTC internally plastic-coated tubing string & 3-1/2" AS-1X Big Bore Nickel Plated isolation packer set within 100' of the 4-1/2" Liner Top estimated at 5,270'.

1(i) Description of Injection Fluid:

The Kittleson Jr. #5-2 SWD will primarily be used to inject produced water from wells producing from the Bakken formation in the surrounding area. Water from the Red River, Madison and other producing intervals of the Williston Basin may also be disposed of in the Kittleson Jr. #5-2 SWD, depending on future development plans. Appendix VII, depicts a representative water analyses from a Bakken well in the area well that will be injected at the Kittleson Jr. #5-2 SWD. The specific gravities of the water are expected to range from 1.09 to 1.22. The Dakota formation has been the most prevalent disposal domain throughout Eastern Montana and North Dakota.

1(j) Names of Owners of Record:

The surface owners and mineral owners within the AOR are presented in Appendix VIII.

Hydra MT, LLC has notified the current operators, surface owners and lease owners in accordance with 36.22.1410 1) notification requirements for an underground injection permit. Appendix IX is an affidavit attesting to the fact that notices have been mailed.

1 (k) List of Appendices:

| i | 1/4-Mile Area of Review Map |
|------|---|
| II | Plat of SWD Location |
| Ш | Representative Log |
| IV | Sundry Notices |
| V | Proposed Wellbore Schematic |
| IV | Proposed Completion Procedure |
| VII | Water Analysis – Source Waters |
| VIII | List of Surface Owners/Mineral Owners in 1/4-Mile AOR |
| IX | Affidavit of Notification to Landowners |
| Χ | Example of Landowner Notifications of Application for Injection |
| ΧI | Notice of Intention to Apply for a Class II Well. |
| XII | Affidavits of Publication – Helena & Wolf Point |

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November 8, 2018

Montana Board of Oil & Gas Conservation 2535 St. Johns Avenue Billings, MT 59102

Attn:

Mr. George Hudak

UIC Program Director

Re:

Application for UIC Permit and Authorization to Drill a Class II Injection Well, Kittleson Jr. #5-2 SWD in Lot 2 of Sec. 5-T25N-R59E, Richland County, MT

Dear Mr. Hudak:

Hydra MT, L.L.C. respectfully requests approval of an Underground Injection Control (UIC) permit for the referenced location and as described in the attached application. Hydra has provided notice to appropriate parties within the ¼ mile area of review of the proposed well location and requests that the application be placed on the docket for the MBOGC hearing scheduled for December 13, 2018.

If you have any questions concerning the enclosed application, please contact myself at (713) 882-4079.

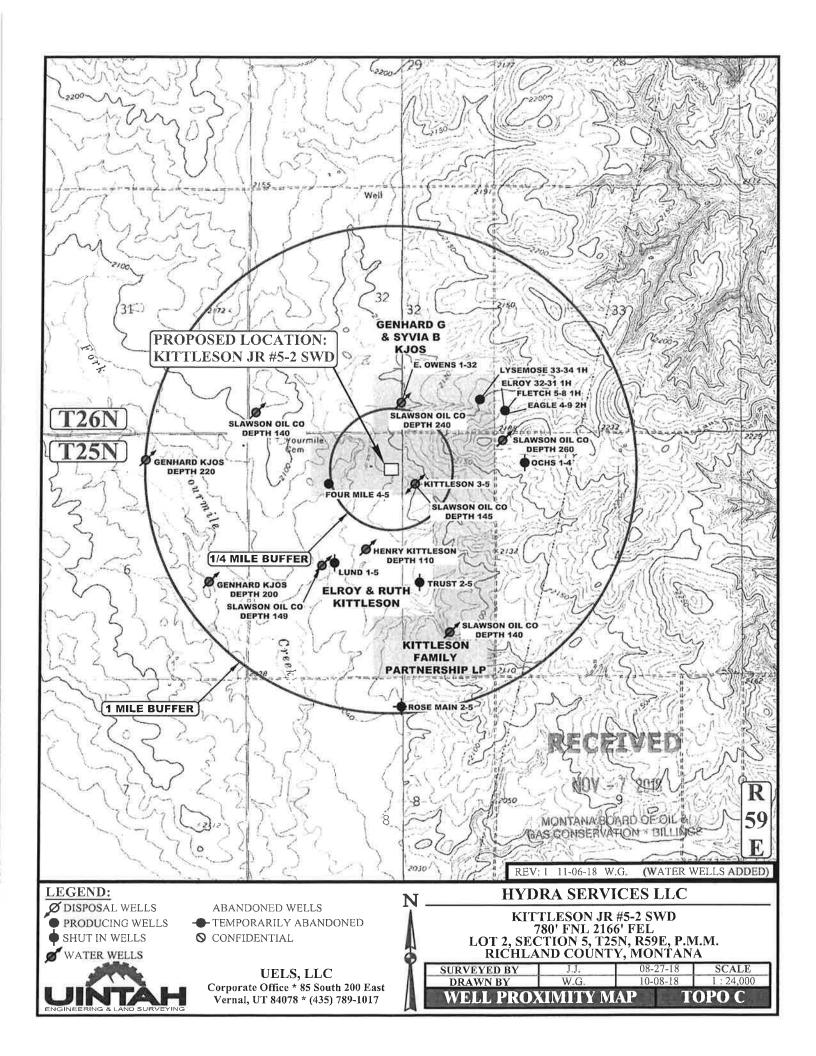
Sincerely,

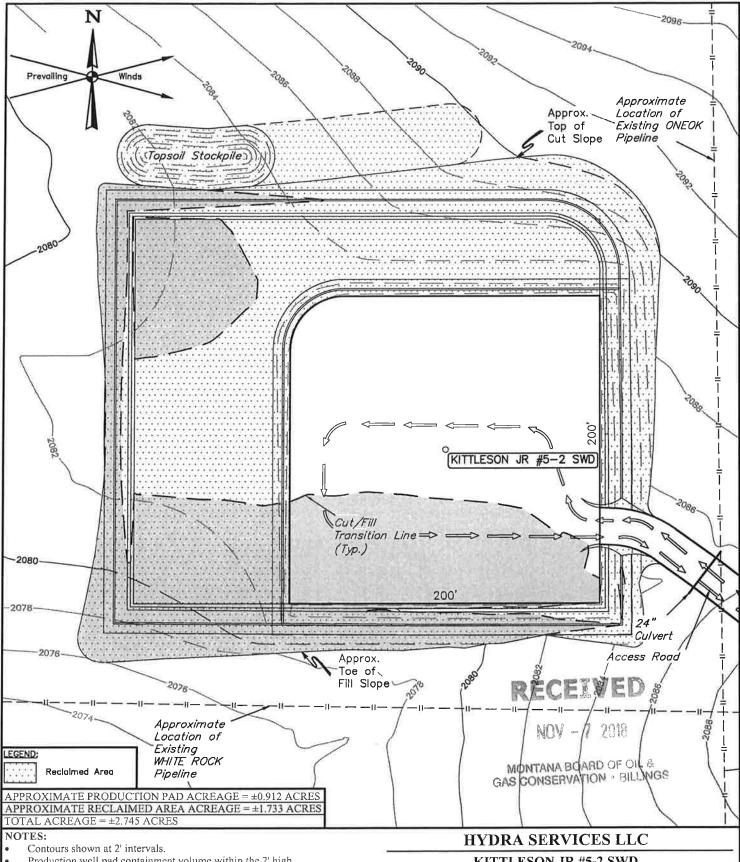
Pete Larsen Sr. Engineer

Hydra MT, LLC

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 Production well pad containment volume within the 2' high containment berm = ±7,470 bbl



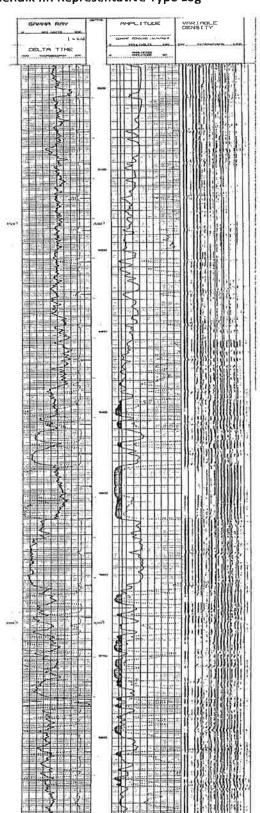
UELS, LLC Corporate Office * 85 South 200 East Vernal, UT 84078 * (435) 789-1017 KITTLESON JR #5-2 SWD 780' FNL 2166' FEL LOT 2, SECTION 5, T25N, R59E, P.M.M. RICHLAND COUNTY, MONTANA

| INTERIM RE | CLAMATION P | LAN FI | GURE #4 |
|-------------|-------------|----------|----------|
| DRAWN BY | E.C. | 10-24-18 | 1" = 60' |
| SURVEYED BY | J.J., R.T. | 10-02-18 | SCALE |

Appendix III: Representative Type Log

UIC Permit Application Hydra MT, LLC Kittleson Jr. #5-2 SWD

Type Log: White Rock Oil & Gas, LLC Well: E. Owens 1-32 API: 25083217800000 SWSE 32-26N-59E



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FORM NO. 2 R 10/09

ARM 36.22,307, 601, 605, 1003, 1004, 1011, 1013, 1103, 1222, 1240, 1301, 1306, 1309, and 1417

MONTANA BOARD OF OIL AND GAS CONSERVATION 2535 ST JOHNS AVENUE 2535 ST. JOHNS AVENUE BILLINGS, MONTANA 59102

NOV - 7 2018

| | DILLINGS | , WIONTANA | JJ 102 | ADA 1 7010 |
|--|-------------------------------|-------------------|--|----------------------|
| | SUNDRY NOTICES | AND REPO | GARCON | ANA BOARD OF OIL & |
| Operator Hydra MT, LLC | | | Lease Name: Kittleson J | r |
| Address 9821 Katy Freeway | Ste 460 | | Type (Private/State/Federal/ | Tribal/Allotted): |
| City Houston State | TX Zip Code 77 | 7024 | Private | |
| Telephone 713-360-7705 | _ 740 | 360-7712 | Well Number: #5-2 SWD | |
| Location of well (1/4-1/4 section an | | ·)· | Unit Agreement Name: | |
| 780' FNL 2166' FEL | a loolage moderement | · /· | one signoment rune. | |
| Lot 2 of Section 5, T25N, R59E | | | Field Name or Wildcat: | |
| | | | | |
| | | | Township, Range, and Section | on: |
| API Number: | Well Type (oil, gas, in | jection, other): | 5- T25N-R5 | 9E |
| 25 085 | Injectio | n | County: | Richland |
| State County Well | | | | |
| Indicate below with an X the nature | of this notice, report, or o | other data: | | |
| Notice of Intention to Change Plans | | | ent Report of Mechanical Integr | |
| Notice of Intention to Run Mechanic | | | ent Report of Stimulation or Tre | |
| Notice of Intention to Stimulate or to Notice of Intention to Perforate or to | - | | ent Report of Perforation or Cel ent Report of Well Abandonme | |
| Notice of Intention to Abandon Well | | | ent Report of Pulled or Altered | |
| Notice of Intention to Pull or Alter C | | | ent Report of Drilling Waste Dis | |
| Notice of Intention to Change Well | Status | ☐ Subseque | ent Report of Production Waste | |
| Supplemental Well History | | | ent Report of Change in Well S | |
| Other (specify) Intent to Drill & Co | omplete a | Subseque | ent Report of Gas Analysis (AR | _ |
| Class II Injection Well | Describe Proposed | d or Completed | Operations: | |
| Describe planned or completed work in o | - | • | | tion as |
| necessary. Indicate the intended starting | g date for proposed operation | ns or the complet | on date for completed operations. | |
| Hydra MT, LLC respectfully reque injection of Class II E&P waste. N location. An application for hearin December 13, 2018. | otice has been provide | d to parties witl | nin the 1/4 mile area of review | v of the proposed |
| | 8 | The unders | signed hereby certifies that the info | rmation contained on |
| BOARD USE | ONLY | | ition is true and correct: | |
| | VIILI | | (7) | 172. |
| ApprovedDate | = | 11/4/11/Da | | d (Agent) |
| | | | Peter Larsen, Sr. Eng | |
| | | | Print Name and Title | |
| Name | Title | Telephone | : 713-360-77 | 705 |

SUPPLEMENTAL INFORMATION NOTE: Additional information or attachments may be required by Rule or by special request. Plot the location of the well or site that is the subject of this notice or report. Range 59 RECEIVED NOV - 7 2018 MONTANA BOARD OF OIL & GAS CONSERVATION • BILLINGS

BOARD USE ONLY CONDITIONS OF APPROVAL

The operator must comply with the following condition(s) of approval:

Failure to comply with the conditions of approval may void this permit.

Hydra Services, LLC

Well Name: Kittleson Jr #5-2 SWD Legals: Lot 2 Sec. 5 T25N-R59E

County, State: Richland Co., North Dakota

Date: 11/8/2018 2.085 K.B. Proposed Installation

| Proposed Installation | | | aliation | | | | | | | |
|-----------------------|--|------|----------|-------------|---|--|-------------------------------|---|--------------------------|--------------------------|
| | | Inst | alla | tio | n | Set Depth | Length | Description | OD | ID |
| | | | | tio | | | 60.00 1,900.00 5,370.00 | G.L. 2,085 K.B. Description Casing Description: Conductor- 65# H-40 Surface Casing- 36# J-55 STC Production Casing- 26# L-80 LTC Liner- 4.5" 11.6# L-80 LTC Set to 5,870' Cement: Surface CSG: Lead: 410sx 11.5# Varicem CMT, 2.976 ft3/sx Tail: 155sx 13.0# Varicem CMT, 2.019 ft3/sx TOC: Surface Production CSG: Lead: 470 sx 14.0# Elasticem CMT, 1.62 ft3/st TOC: Est. 2,000' Liner: Uncemented | 16.000 9.625 7.000 | 15.250 8.920 6.276 |
| | | | | 8-3/4" Hole | | 5,386.00 5,840.00 5,270.00 5,270.00 | | WellHead: 7-1/16" 5M Peforations: 6 SPF 60° Phasing,- 3-1/8" Carrier. Owen SGH 3119-330 19G Charges Completion: 4.5" 11.60# L-80 Ferox-35 IPC LTC 7"x 3.5" Big Bore Nickel Plated AS1-X PKR Stimulation: 12,000 Gal of 15% HCL 6,000#'s Rock Salt Diversion Est. Treat Rate- 10 BPM Est. Treat Max Press- 5,000 PSIG | 4.500 | 3,880 |
| | | | | 6" Hole | | | | RECEIVED NOV - 7 2018 MONTANA BOARD OF OIL 8: GAS CONSERVATION * BILLINGS PBTD @ 5,865' MD 5,865' TVD TD @ 5,870' MD 5,870' TVD | | |

Appendix VI: Completion Procedure

Montana Board of Oil & Gas Commission Underground Injection Control – Permit Application

Hydra MT, LLC
Kittleson Jr. #5-2 SWD
Cattails Field
Dakota Injection Well
Richland County, MT

| API No: |
|---------|
|---------|

COMPLETION PROCEDURE

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Kittleson Jr. #5-2 SWD Richland Co., MT

COMPLETON OVERVIEW

WELL DATA:

Total Well Depth 5,870' TVD

GL 2,085'

RKB TBD *** All depths assumed from GL

Casing

| <u>OD</u> | WT | GRADE | CONN | <u>ID</u> | <u>DRIFT</u> | INTERVAL | BURST | COLLAPSE |
|-----------|-------|-------|------|-----------|--------------|-------------|-------|----------|
| 9-5/8" | 36# | WC50 | LTC | 8.921 | 8.765 | 0 – 1900' | 3520 | 2020 |
| 7.00" | 23# | L-80 | LTC | 6.366 | 6.241 | 0 – 5370' | 6340 | 3830 |
| 4-1/2" | 11.6# | J-55 | LTC | 4.000 | 3.875 | 5270- 5870' | 5350 | 4960 |

Tubing (PROPOSED)

| OD | WT | GRADE | CONN | <u>ID</u> | DRIFT | INTERVAL | BURST | COLLAPSE |
|--------|------|---------|------|-----------|-------|------------|-------|----------|
| 4-1/2" | 11.6 | J55 IPC | LTC | 3.875 | 3.863 | 0 – 5,270' | 5350 | 4960 |

Objective:

A. OPERATIONAL REQUIREMENTS

- 1. Prior to each major operation, hold a pre-job safety/planning meeting (**PJSM**) with all personnel involved in the operation. Discuss the upcoming operation and safety concerns and solicit feedback from all personnel involved.
- 2. Keep track of daily activities on your Daily Report.
- 3. Inspect any tanks prior to filling.
- 4. Physically caliper, measure, and photograph ALL tools that enter the well bore.

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B. COMPLETE THE WELL FOR INJECTION

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1. Contact MBOGC within 24 hours of commencement.

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- 2. Set and test workover rig anchors.
- 3. Move in and rig up workover rig, mud pump, mud tank, power swivel, pipe racks, catwalk, and 2-400 bbl tanks.

2 11/8/2018

Tortuga #26-1 SWD Roosevelt Co., MT

- 4. Move in and unload 6000' 2-7/8" PH6 work string on pipe racks.
 - a. Visually inspect before use.
- 5. Install a 7-1/16" 5000 psi BOP with 2-7/8" pipe rams/blind rams and a 5000 psi Washington Head.
- 6. Pick up and go in hole with a used 3-3/4" rock bit w/2-7/8" work string.
- 7. Trip in hole to Float Collar at est. depth of 5,865'.
- 8. Circulate hole w/10# brine.
- 9. TOOH. LD first 400'. Stand back rest of string.
- 10. Rig up Wireline and Run CBL to verify cement across and above the Dakota
- 11. RU Coil Tubing to Perforate the Dakota (all perfs = 1 spf, 72 degree phasing). Pump proppant to jet cut perforations in 4.5" liner. Determine shot depths based off of CBL.
- 12. Trip in hole with 7" packer on 2-7/8" work string and set packer 5,270' to acidize the perfs
- 13. Acidize perfs with:
 - a. 12,000 gal 15% HCL containing mud cleanout surfactants and 1 ppg rock salt pumped per attached procedure. Ramp treatment pressure up to 10 BPM. Do not exceed tubular burst strength during treatment.
 - b. Follow acid with 400 bbl fresh water at 10 BPM. Displace fresh water with tbg volume of salt water.
 - c. Record ISIP, 5 minute, and 10 minute shut-in pressures. Pump test injection zone at 2-10 BPM. Record injection pressures during injectivity test.
- 14. Release packer and trip out of hole with 2-7/8" work string. Lay down work string and packer.
- 15. Trip in hole with 7.00" Arrowset 1-X Nickel coated packer and 4-1/2" tubing. Set packer at 5,270' and displace annulus with 10 ppg brine treated with packer fluid chemical.
- 16. ND BOP/ NU injection wellhead. Test casing-tubing annulus to 1,000 psi with MBOGC inspector as witness. Install permanent pressure gauge on casing-tubing annulus to monitor pressure.
 17. Pinking
- 17. Rig down and move out workover rig.

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3 11/8/2018

ASTRO-CHEM LAB, INC.

4102 2nd Ave. West

Williston, North Dakota 58802-0972 P.O Box 972 Phone: (701) 572-7355

WATER ANALYSIS REPORT

Sample Number: W-17-2473

Date of Analysis: 06/06/2017

Company: Kraken Operating, LLC.

City: Houston

State: TX

Well Number: Shayla 34-33 #1H

Date Received: 05/25/2017

DST Number:

Sample Source: Flowback Treater

Location: SESE

Section: 27

Township: 27N

Range: 57E

Depth:

County: Roosevelt

Formation: MIDDLE BAKKEN

Distribution: Distribution List

Resistivity @ 77 °F

0.043 Ohm-Meters

pH 5.49

Specific Gravity @ 77 °F

1.185

H2S Negative

Total Dissolved Solids (Calculated)

285229

(240700

ppm)

Sodium Chloride (Calculated)

280263 mg/L

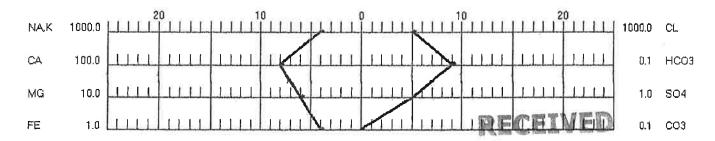
(236509

ppm)

| | | | | | | _ |
|-----------|--------|--------|-------------|--------|--------|---|
| CATION | MEQ/L | mg/L | ANION | MEQ/L | mg/L | |
|)CALCIUM | 840.0 | 16833 | CHLORIDE | 4794.0 | 169962 | |
| MAGNESIUM | 60.0 | 729 | CARBONATE | 0.0 | 0 | |
| SODIUM | 3884.3 | 89300 | BICARBONATE | 0.9 | 55 | |
| IRON | 3.8 | 71.0 | SULFATE | 5.3 | 253 | |
| CHROMIUM | 0.1 | 0.7 | NITRATE | 0.0 | 0 | |
| BARIUM | 0.4 | 28.6 | | | | |
| POTASSIUM | 175.2 | 6850 | | | | |
| STRONTIUM | 25.6 | 1120.0 | | | | |
| ZINC | 0.9 | 28.1 | | | | |

mg/L

WATER ANALYSIS PATTERN



Remarks: Sampled 5-24-17

MTM #097524

NOV - 7 2018

MONTANA BOARD OF OIL & Analyzed Byon Crulungels II LINOS

ASTRO-CHEM LAB, INC.

4102 2nd Ave. West

Williston, North Dakota 58802-0972 P.O Box 972

Phone: (701) 572-7355

WATER ANALYSIS REPORT

Sample Number: W-17-2469

Date of Analysis: 06/06/2017

Company: Kraken Operating, LLC.

City: Houston

State: TX

Well Number: Fallon 27-28 #1H

Date Received: 05/25/2017

DST Number:

Sample Source: Treater

Location: SESE

Section: 27

Township: 29N

mg/L

Range: 59E

Depth:

County: Roosevelt

Formation: MIDDLE BAKKEN

Distribution: Distribution List

Resistivity @ 77 °F

0.040 Ohm-Meters

pH 5.27

Specific Gravity @ 77 °F

1,200

H2S Negative

Total Dissolved Solids (Calculated)

285179

(237649

9 ppm)

Sodium Chloride (Calculated)

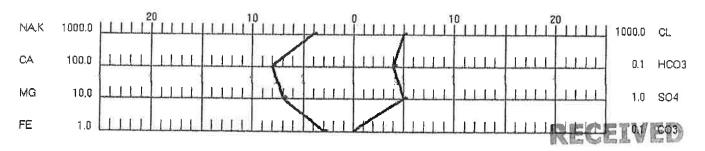
280263 mg/L

233552

52 ppm)

| CATION | MEQ/L | mg/L | ANION | MEQ/L | mg/L |
|-----------|--------|--------|-------------|--------|--------|
| CALCIUM | 840.0 | 16833 | CHLORIDE | 4794.0 | 169962 |
| MAGNESIUM | 70.0 | 851 | CARBONATE | 0.0 | 0 |
| SODIUM | 3871.3 | 89000 | BICARBONATE | 0.4 | 24 |
| IRON | 3.1 | 58.0 | SULFATE | 5.0 | 239 |
| CHROMIUM | 0.1 | 0.8 | NITRATE | 0.0 | 0 |
| BARIUM | 0.5 | 33.5 | | | |
| POTASSIUM | 179.3 | 7010 | | | |
| STRONTIUM | 26.0 | 1140.0 | | | |
| ZINC | 0.9 | 28.5 | | | |

WATER ANALYSIS PATTERN



Remarks: Sampled 5-24-17

MTM #105204

NOV - 7 2018

Analyzed By: C. Jungersana Board of Oil &

Underground Injection Control (UIC) Permit

Appendix 6 – List of Surface Ownership

Kittleson Family Partnership LP 14199 County Road 347 Fairview, MT 59221-9379

Elroy & Ruth Kittleson 14199 County Road 347 Fairview, MT 59221-9379

Genhard G. & Sylvia B Kjos 35050 County Road 142 Fairview, MT 59221-9382

Michael G. & Melodee R. Kjos 14051 County Road 351 Fairview, MT 59221-9381

Appendix 6 – List of Mineral Ownership

The Kittleson Family Mineral Trust, Dated September 21, 2017 14199 County Road 347 Fairview, MT 59221-9379

James Kittleson 93165 N. Coburg Rd. Eugene, OR 97408

Deborah J. & H. Lee Norby 1003 Poly Drive Billings, MT 59102

Travis J. Norby 4416 Audubon Way Billings, MT 59106

Dara J. Norby 1003 Poly Drive Billings, MT 59102

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H. Lynn Morgan P.O. Box 1656 Red Lodge, MT 59068

Tonya M. Morgan 4020 Ironhill Ln. Woodstock, GA 30189

Thomas Morgan P.O. Box 95 Roberts, MT 59070

Suzanne Kittleson 2101 8th Ave. Helena, MT 59601

Joni Kittleson Henderson 28 Eagle View Drive Clancy, MT 59634

Rodney C. Kittleson P.O. Box 782324 Orlando, FL 32878

The Lund Mineral Trust 593 Ator Creek Road Antelope, MT 59211

Marvin E. & Pamela E. Vanderhoof P.O. Box 997 Rathdrum, ID 83858

Chris D. Vanderhoof 20418 Highway 41 North Rathdrum, ID 83858

Yellowstone Boys and Girls Ranch Foundation P.O. Box 80807 Billings, MT 59108 RECEIVED

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November 2, 2018

To:

Chris D. Vanderhoof 20418 Highway 41 North Rathdrum, ID 83858

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

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November 2, 2018

To:

Dara J. Norby

1003 Poly Dr.

Billings, MT 59102

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

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November 2, 2018

To: Deborah J. and H. Lee Norby

1003 Poly Dr. Billings, MT 59102

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re: Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To: Elroy and Ruth Kittleson

14199 County Road 347 Fairview, MT 59221

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re: Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To:

Genhard G. and Sylvia B. Kjos

35050 County Road 142 Fairview, MT 59221

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705



NOV - 7 2018

November 2, 2018

To: H. Lynn Morgan

P.O. Box 1656

Red Lodge, MT 59068

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re: Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To:

James Kittleson 93165 N. Coburg Rd. Eugene, OR 97408

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To:

Joni Kittleson Henderson

28 Eagle View Drive Clancy, MT 59634

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

MOV - 7 2018

November 2, 2018

To:

Kittleson Family Partnership 14199 County Road 347 Fairview, MT 59221

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

MOV - 7 2018

November 2, 2018

To: The Kittleson Family Mineral Trust

14199 County Rd. 347 Fairview, MT 59221

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re: Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To: The Lund Mineral Trust

593 Ator Creek Road Antelope, MT 59211

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re: Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To:

Marvin E. and Pamela E. Vanderhoof

P.O. Box 997

Rathdrum, ID 83858

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To:

Michael G. and Melodee R. Kjos

14051 County Road 351 Fairview, MT 59221

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

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Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVEL

NOV - 7 2018

MONTANA BOARD OF UIL o GAS CONSERVATION - 7: 11

November 2, 2018

To: Rodney C. Kittleson

P.O. Box 782324 Orlando, FL 32878

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re: Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To:

Suzanne Kittleson

2101 8th Ave.

Helena, MT 59601

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To:

Thomas Morgan

P.O. Box 95

Roberts, MT 59070

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To:

Tonya M. Morgan

4020 Ironhill Ln.

Woodstock, GA 30189

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

November 2, 2018

To: Travis J. Norby

4416 Audubon Way Billings, MT 59106

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re: Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705



NOV - 7 2018

November 2, 2018

To:

Yellowstone Boys and Girls Ranch Foundation

P.O. Box 80807 Billings, MT 59108

From: Hydra MT LLC

9821 Katy Freeway, Suite 460

Houston, TX 77024

Re:

Proposed Private Saltwater Disposal Well

Location of proposed Disposal Well and Facility (Kittleson Jr. #5-2)

NW/4 NE/4 Section 5, Township 25N Range 59E, Richland County, MT

Please be advised that Hydra MT LLC (Hydra) has applied to the Montana Board Oil and Gas Conservation (MBOGC) to drill a saltwater disposal well and construct an associated facility at the above detailed location. Hydra will be seeking a final approval from the MBOGC on December 13th at a hearing in Billings, MT at the MBOGC Hearing Room at 2535 St. John's Ave, Billings, MT, beginning at 9:00 am.

Pursuant to the requirements of project application and regulations of the MBOGC, you are hereby notified of this project.

Respectfully,

Andrew McGhee Hydra MT LLC 713-360-7705

RECEIVED

NOV - 7 2018

BEFORE THE BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

IN RE THE APPLICATION OF HYDRA MT LLC, FOR HEARING OF ITS REQUEST FOR A UIC PERMIT FOR THE KITTLESON JR #5-2 SWD WELL, 780' FNL, 2166' FEL, SEC. 05, T25N, R59E, FOR THE PURPOSE OF WATER INJECTION WITHIN THE Cattails Field. [RICHLAND COUNTY, MONTANA]

AFFIDAVIT
OF NOTIFICATION

DATE: Nov 5th, 2018

State of Montana) : ss.
County of Richland)

Peter Larsen, being first duly sworn, deposes and says:

That Notice advising of Hydra MT LLC application for UIC permit in the captioned matter, in the form attached as Exhibit "A", was mailed to each current operator, surface owner and lease owner within the area of review at the addresses shown in the exhibit attached to the Notice, by mailing a true copy thereof this 5th day of November 2018, postage prepaid, First Class Mail. This affidavit is given as evidence of compliance to rule 36.22.1410.

Peter Larsen

Subscribed and sworn to me this 5th day of November, 2018.

RECEIVED

MOV - 7 2018

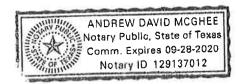
MONTANA BOARD OF OIL & GAS CONSERVATION • BILLINGS

(SEAL)

Notary Public for the State of Texa

Residing at: HARRIS Co.

My Commission Expires: 9-28-2020



BEFORE THE BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA

| In the matter of the |) NOTICE OF INTENTION TO APPLY |
|----------------------|---------------------------------|
| application of |) FOR A CLASS II INJECTION WELL |
| |) PERMIT |
| |) |
| HYDRA MT LLC |) |

For a Class II injection well permit

- Name and address of applicant HYDRA MT LLC
 9821 Katy Freeway - Ste: 460 Houston, TX 77024
- 2. Well (or project) name, county, location
 Kittlson JR #5-2 SWD located 780' FNL and 2166' FEL
 LOT 2 of Section 05, T27N, R59E
- 3. Source of fluids to be injected
 Produced Water from nearby Bakken wells
- 4. Zone or formation into which injection will occur, including depth
 DAKOTA from 4878 5870'
- 5. An Aquifer Exemption will be requested as part of the application since the proposed injection zone contains water with less than 10,000 ppm total dissolved solids.

Pursuant to Rule 36.22.1409, Administrative Rules of Montana, the Montana Board of Oil and Gas Conservation will hold a public hearing upon the application of Hydra MT LLC for a Class II underground injection permit for the well or project set forth above. Said hearing will be held at the Montana Board of Oil and Gas Hearing Room at 2535 St. John's Ave., Billings, Montana, beginning at 8:00 am on Thursday, (December 13, 2018).



NOV - 7 2018

From:

Billie Jo Williams < Billie Jo. Williams@helenair.com>

Sent:

Friday, November 2, 2018 4:53 PM

To:

Ray Noah

Subject:

RE: Ad Request For Hydra MT LLC

Hi Ray,

I have this first legal ad scheduled for November 7, 2018. The charges are \$148.42, this will need to be prepaid let me know how you would like to make payment. Here is your proof.

Thanks,

BEFORE THE BOARD OF OIL AND GAS CONSERVATION OF THE STATE OF MONTANA NOTICE OF INTENETION TO APPLY FOR A CLASS II INJECTION WELL PERMIT

In the Matter of the application of HYDRA MT LLC

for a Permit to Drill an oil and gas well.

Name and address of Applicant:

HYDRA MT LLC 9821 Katy Freeway, Suite 460 Houston, TX 77024

2. Well (or project) name, county, location

Kittleson JR #5-2 SWD located 780' FNL and 2166'

FEL

LOT 2 of Section 05, T25N, R59E

3. Source of fluids to be injected

Produced Water from nearby Bakken wells
Zone or formation into which injection will occur, including 4. DAKOTA from 5023' - 5870'

depth:

An Aquifer Exemption will be requested as part of the ap

plication since the proposed injection zone contains water

with less than 10,000 ppm total dissolved solids.

Pursuant to Rule 36.22.1409, Administrative Rules of Montana, the Montana Board of Oil and Gas Conservation will hold a public hearing upon the application of Hydra MT LLC for a Class II underground injection permit for the well or project set forth above. Said hearing will be held at the Montana Board of Oil and Gas Hearing Room at 2535 St. John's Ave., Billings, Montana, beginning at 8:00 am on Thursday, (December 13, 2018).

November 7, 2018 MNAXLP

Billie Jo Williams

Office Manager

Independent Record/P.O. Box 4249/2222 Washington Street/Helena, MT 59604 406-447-4000

billiejo.williams@helenair.com

NOV - 7 2018

MONTANA BOARD OF OIL &

GAS CONSERVATION . BILLINGS EART of the community Independent Record | helena Co.com

From: Ray Noah [mailto:rnoah@krakenoil.com] Sent: Thursday, November 01, 2018 1:31 PM

To: Hel IR Legal Ads

Subject: RE: Ad Request For Hydra MT LLC

Good afternoon,

In compliance with the Montana Board of Oil and Gas Conservation, Hydra MT LLC would like to place the attached legal adds in your paper with the intention of filing a Class II underground injection permit for each well. Please contact me at your earliest convenience for payment information.

Regards,

Ray Noah

Sr. Regulatory Analyst
Kraken Oil & Gas LLC
9821 Katy Freeway, Suite 460, Houston, TX 77024
noah@krakenoil.com
Cell: (830) 446-9055
Office: (713) 360-7705 Ext. 156
Fax: (713) 360-7712
www.krakenoil.com

RECEIVED

NOV - 7 2018

MONTANA BOARD OF OIL AND GAS CONSERVATION 2535 ST. JOHNS AVENUE BILLINGS, MONTANA 59102

SURETY BOND

| | | | | Surety Company Bond Number | B011678 | | | |
|---------------------|---|---|--|--|--|--|--|--|
| KN | OW ALL MEN BY THESE P | RESENTS, That we, HYDRA N | MT LLC | | | | | |
| | | | Name and | I mailing address | | | | |
| 982 | 21 Katy Freeway - Suite 460 |), Houston, Texas 77024 | | | as Principal, and | | | |
| U.S | S. Specialty Insurance Com | pany 13403 Northwest Fre | eway, Hous | ton, Texas 77040 | as Surety, | | | |
| auth | Name and mailing address | ate of Montana, are held and firr | alv bound un | to the State of Montage | in the sum of | | | |
| | Thousand and No/100 Do | | my bound un | to the State of Montana | | | | |
| | | | | | (\$_10,000.00). | | | |
| | | n is that whereas the above be uphic purposes in and upon the f | | | drill a well or wells for oil, gas, thin the State of Montana: | | | |
| | Blanket Bond | To cover all wells drilled or acq | quired in the S | tate of Montana | | | | |
| | Limited Bond | To cover all wells drilled or acq | uired subject | to limitations, if any, se | t forth below: | | | |
| | Individual Well Bond | To cover one well as described | d below: | | | | | |
| 1 | UIC Bond | To cover salt water disposal or | enhanced re | covery injection wells a | s described below: | | | |
| | Replacement Bond | To supersede and assume all v | wells covered | by the bond described | below: | | | |
| Kittl | eson JR #5-2 SWD | | | | RECEIVED | | | |
| | | | | | NOV - 7 2019 | | | |
| orders restor | s of the Board of Oil and Gas Co ation of the surface of the location ecords required by the Board. | ed principal shall comply with all of to nservation of the State of Montana of said well or wells, and filing with This bond will be released, upon re | especially with the Board of Cequest, after al | h reference to the proper Dil and Gas Conservation I liabilities are properly re | plogging of said Well of Wells, and of the State of Montana all notices | | | |
| Date Suret | November 2 U.S. Specialty Insurance Compar | | | S-18 AMTILO B | 0 | | | |
| burei | Signed | | Principal _ | Signed | | | | |
| | Michele K. Tyson, Attorney-in-Fact Print name and title BRUCE LARSEN - PRESIDENT Print name and title | | | | | | | |
| If the p this bo | rincipal is a corporation, the bond sho nd by agent, power of attorney or othe | ould be executed by its duly authorized or evidence of authority must accompany | officers, with the | seal of the corporation affix | ed When principal or surety executes | | | |
| | By FIAP | ember 2, 2018 Blvd., Ste. 330, Houston, TX | | | Gas | | | |
| Lice | nse No. Non Resident Ager Montana Resident Agent o | nt No. 949608 r Licensed Non Resident Agent | | State Bond C | lode/_ | | | |

TEXAS COMPLAINT NOTICE

IMPORTANT NOTICE

- 1 To obtain information or make a complaint:
- 2 You may contact your agent.
- 3 You may call the company's toll free telephone number for information or to make a complaint at:

1-800-486-6695

4 You may also write to the company:

601 S. Figueroa St., Suite 1600 Los Angeles, CA 90017

5 You may contact the Texas Department of Insurance to obtain information on companies, coverages, rights or complaints at:

(800) 252-3439

6 You may write the Texas Department of Insurance:
P.O. Box 149091
Austin, TX 78714-9091

Fax No.: (512) 490-1007 Web: http://www.tdi.texas.gov E-mail: ConsumerProtection@tdi.texas.gov

PREMIUM OR CLAIM DISPUTES:

Should you have a dispute concerning your premium or about a claim you should contact the agent or the company first. If the dispute is not resolved, you may contact the Texas Department of Insurance.

ATTACH THIS NOTICE TO YOUR POLICY:

This notice is for information only and does not become part or condition of the attached document.

AVISO IMPORTANTE

Para obtener informacion o para someter una queja: Puede comunicarse con su agente.

Usted puede llamar de numerero de telefono gratis de la compania para informacion o para someter una queja al:

1-800-486-6695

Usted tambien puede escribir a la compañía:

601 S. Figueroa St., Suite 1600 Los Angeles, CA 90017

Puede comunicarse con el Departamento de Seguros de Texas para obtener informacion acerca de companias, coberturas, derechos o quejas al:

(800) 252-3439

NOV - 7 2018

Puede escribir al Departamento de Seguros de Texas:
MONTANA BOARD OF OIL &
P.O. Box 1400 CONSERVATION & BILLINGS

Austin, TX 78714-9091 Fax No.: (512) 490-1007 Web: http://www.tdi.texas.gov

E-mail: ConsumerProtection@tdi.texas.gov

DISPUTAS SOBRE PRIMAS O RECLAMOS:

Si tiene una disputa concerniente a su prima o a un reclamo, debe comunicarse con el agente o la companie primero. Si no se resuelve la disputa, prede entonces comunicarse con el departamento (TDI).

UNA ESTE AVISO A SU POLIZA:

Esta aviso es solo para proposito de informacion y no se convierte en parte o condicion del documento adjunto.

7



POWER OF ATTORNEY

AMERICAN CONTRACTORS INDEMNITY COMPANY TEXAS BONDING COMPANY UNITED STATES SURETY COMPANY U.S. SPECIALTY INSURANCE COMPANY

KNOW ALL MEN BY THESE PRESENTS: That American Contractors Indemnity Company, a California corporation, Texas Bonding Company, an assumed name of American Contractors Indemnity Company, United States Surety Company, a Maryland corporation and U.S. Specialty Insurance Company, a Texas corporation (collectively, the "Companies"), do by these presents make, constitute and appoint:

Edwin H. Frank, III., Michele K. Tyson, W. Russell Brown, Jr., Meredith K. Anderson or Stephen Michael Smith of Houston, Texas

its true and lawful Attorney(s)-in-fact, each in their separate capacity if more than one is named above, with full power and authority hereby conferred in its name, place and stead, to execute, acknowledge and deliver any and all bonds, recognizances, undertakings or other instruments or contracts of suretyship to include riders, amendments, and consents of surety, *****Three Million***** providing the bond penalty does not exceed

3,000,000.00). This Power of Attorney shall expire without further action on April 23rd, 2022. This Power of Attorney is granted under and by authority of the following resolutions adopted by the Boards of Directors of the Companies:

Be it Resolved, that the President, any Vice-President, any Assistant Vice-President, any Secretary or any Assistant Secretary shall be and is hereby vested with full power and authority to appoint any one or more suitable persons as Attorney(s)-in-Fact to represent and act for and on behalf of the Company subject to the following provisions:

Attorney-in-Fact may be given full power and authority for and in the name of and on behalf of the Company, to execute, acknowledge and deliver, any and all bonds, recognizances, contracts, agreements or indemnity and other conditional or obligatory undertakings, including any and all consents for the release of retained percentages and/or final estimates on engineering and construction contracts, and any and all notices and documents canceling or terminating the Company's liability thereunder, and any such instruments so executed by any such Attorney-in-Fact shall be binding upon the Company as If signed by the President and sealed and effected by the Corporate Secretary.

Be it Resolved, that the signature of any authorized officer and seal of the Company heretofore or hereafter affixed to any power of attorney or any certificate relating thereto by facsimile, and any power of attorney or certificate bearing facsimile signature or facsimile seal shall be valid and binding upon the Company with respect to any bond or undertaking to which it is attached.

IN WITNESS WHEREOF, The Companies have caused this instrument to be signed and their corporate seals to be hereto affixed, this 1st day of June, 2018.

AMERICAN CONTRACTORS INDEMNITY COMPANY TEXAS BONDING OMPANY U.S. SPECIALTY INSURANCE COMPANY UNITED STATES SURETY COMPANY

State of California

County of Los Angeles



Daniel P. Aguilar, Vice President

A Notary Public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document

On this 1st day of June, 2018, before me, Sonia O. Carrejo, a notary public, personally appeared Daniel P. Aguilar, Vice President of American Contractors Indemnity Company, Texas Bonding Company, United States Surety Company and U.S. Specialty Insurance Company who proved to me on the basis of satisfactory evidence to be the person whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his authorized capacity, and that by his signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal,

Signature -(seal)

SONTA O, CARRELO Los Angeles County ommission # 21)1479 My Comm. Captres Apr 21, 2022

I, Kio Lo, Assistant Secretary of American Contractors Indemnity Company, Texas Bonding Company, United States Surety Company and U.S. Specialty insurance Company, do hereby certify that the above and foregoing is a true and correct copy of a Power of Attorney, executed by said Companies, which is still in full force and effect; furthermore, the resolutions of the Boards of Directors, set out in the Power of Attorney are in full force and effect.

In Witness Whereof, I have hereunto set my hand and affixed the seals of said Companies at Los Angeles, California this day of NOLL Companies.

Corporate Seals

Bond No.

Agency No. 8353





HCCSMANPOA06/2018